

# **EXHIBIT “B”**

Ridgewood Corp.

Weekly Cash Flow Projection (\$'s in 000's)

DIP Budget

<u>CASH FLOW</u>	<u>Week 1</u>	<u>Week 2</u>	<u>Week 3</u>	<u>3 Week Total</u>	<u>NOTES</u>
<i>Cash Receipts</i>					
AR Receipts	225	200	175	600	
Other Cash Proceeds	-			-	
Cash Rebates	-	-	-	-	
<b>Total Cash Receipts</b>	<b>225</b>	<b>200</b>	<b>175</b>	<b>600</b>	
<i>Merchandise</i>					
Vendor Purchases (COD payments)	125	125	100	350	
<i>Non Merchandise</i>					
Payroll and Taxes	65	65	130	260	Payroll will have one week of arrearage in final week
Benefits		50		50	
Teamsters Related expense				-	
Sales Tax	20	-	70	90	Final sales and use taxes must be paid
Rent				-	
Utilities	15	15	10	40	
Insurance (Property, Liability, Auto)				-	Insurance expires on 7/22/10
Property Taxes				-	
Delivery Expense - Fuel	20			20	
Delivery Expense -Truck Leases	12	12	12	35	Includes post petition amounts - paid weekly
Amex and Visa				-	
Other corporate expense	10	10	5	25	As necessary - will minimize to extent possible
<b>Restructuring Expenses</b>				-	
MorrisAnderson		35		35	\$35K retainer
Other Professionals		60		60	\$60K retainer included
<b>Total Operating Cash Disbursements</b>	<b>267</b>	<b>372</b>	<b>327</b>	<b>965</b>	
<b>Free Cash Flow</b>	<b>(42)</b>	<b>(172)</b>	<b>(152)</b>	<b>(365)</b>	
<i>Cumulative Free Cash Flow</i>					
	<b>(42)</b>	<b>(213)</b>	<b>(365)</b>		

Ridgewood Corp.

Weekly Cash Flow Projection (\$'s In 000's)

DIP Budget

<u><b>BORROWING BASE AND CREDIT FACILITY</b></u>	<u>Week</u>	<u>Week</u>	<u>Week</u>	<u>3 Week</u>
	<u>1</u>	<u>2</u>	<u>3</u>	<u>Total</u>
<b>Receivables</b>				
Beginning Balance	2,980	3,005	3,055	2,980
Plus: Credit Sales	250	250	225	725
Less: Collections and Adj.	(225)	(200)	(175)	(600)
Ending Balance	3,005	3,055	3,105	3,105
Ineligible Receivables	(1,663)	(1,663)	(1,663)	(1,663)
	-55.3%	-55.3%	-55.3%	-53.6%
Eligible Receivables	1,342	1,392	1,442	1,442
Advance Rate on Eligible Receivables	85.0%	85.0%	85.0%	85.0%
<b>Borrowing Base A/R</b>	<b>1,141</b>	<b>1,183</b>	<b>1,226</b>	<b>1,226</b>
<b>Inventory</b>				
Beginning Balance	6,420	6,395	6,370	6,420
Plus: Receivings	50	175	75	300
Less: Cost of Merchandise Sold	(75)	(200)	(180)	(455)
Ending Balance	6,395	6,370	6,265	6,265
Ineligible Inventory	(200)	(200)	(200)	(200)
Eligible Inventory	6,195	6,170	6,065	6,065
Advance Rate on Eligible Inventory	50.0%	50.0%	50.0%	50.0%
<b>Borrowing Base Inventory</b>	<b>3,098</b>	<b>3,085</b>	<b>3,033</b>	<b>3,033</b>
<b>Net Available Borrowing Base</b>	<b>4,238</b>	<b>4,268</b>	<b>4,258</b>	<b>4,258</b>
<b>Beginning Revolver Balance</b>	<b>4,751</b>	<b>4,793</b>	<b>4,964</b>	<b>4,751</b>
Less: Paydowns	(225)	(200)	(175)	(600)
Plus: Advances and Interest or other charges	267	372	327	965
<b>Ending Revolver Balance</b>	<b>4,793</b>	<b>4,964</b>	<b>5,116</b>	<b>5,116</b>
<b>Availability for Future Borrowings</b>	<b>(554)</b>	<b>(696)</b>	<b>(858)</b>	<b>(858)</b>
Plus: Overadvance	1,100	1,100	1,100	1,100
<b>Net Availability for Future Borrowings</b>	<b>546</b>	<b>404</b>	<b>242</b>	<b>242</b>